

Lebanon Valley College **BULLETIN**

Vol. XXXII OCTOBER, 1943

No. 7

Report of Finance Committee
For Fiscal Year
Ended June 30, 1943

ANNVILLE, PENNSYLVANIA

Presented to the Board of Trustees at their
Meeting November 6, 1943

A Supplement to this report giving figures for the
school year 1943-44, to May 1, 1944
will be submitted to the Board at its meeting on May 19, 1944

Entered as Second Class matter at Annville, Pa., under the Act
of August 24, 1912

To the Members of the Board of Trustees of Lebanon Valley College:

The Finance Committee presents the following report of the business operations of the College for the fiscal year ending June 30, 1943. This report shows the total income to be \$223,355.02; the expenses to be \$208,766.43 with a net profit before deducting additions to plant from current funds of \$15,222.96. Plant additions paid out of current funds amounted to \$9,834.45. The net profit after deducting additions to plant from current funds is therefore found to be \$5,388.51, which is the amount by which the deficit is decreased in the year covered by this report.

Included in the additions to plant are supplies and equipment for chemistry laboratory, shelves, bookcases and books for library, equipment for physics laboratory and repairs to Kindt Property for Infirmary.

The activities of the Finance Committee were reported upon in detail at the May 21, 1943 meeting of the Board, when the minutes of the meetings held were read.

Under the supervision of Lionel D. Edie and Company a comprehensive program of re-investment of securities in the Endowment Fund was followed with the avowed purpose of accomplishing stability of principal and continuity of income which resulted in a decrease of percentage of bonds held and an increase in percentage of preferred and common stocks held. The elimination of doubtful quality issues of both classes has been very considerable as is indicated by the following comparison:

	<u>May 1, 1943</u>	<u>May 2, 1942</u>
Percentage of doubtful quality bonds & preferred stocks	49.3	65.4
Percentage of doubtful quality common stocks	10.1	12.2

The accomplishment of a very material improvement in quality necessarily involved some reduction of income on a twelve months basis.

Whereas a year ago the Lionel D. Edie and Company appraisal of the Endowment Fund indicated that no securities could properly be classified as backlog, their current appraisal of the Fund reveals that \$177,282.00 of present market values may be included in the backlog category.

Including the adjustments made during the year, the market value of the securities increased by \$96,547.00.

At the time of this report the percentage of preferred stocks in the Endowment Fund increased from 3.5% a year ago to 23.6%; bonds decreased from 61.7% to 41.3%; common stocks increased from 34.8% to 35.1%.

The rate of income for the past year was 3.96%.

Lloyd A. Sattazahn, Chairman

Exhibit A

COMPARATIVE BALANCE SHEET
JUNE 30, 1943 AND 1942

ASSETS

	June 30, 1943	June 30, 1942	<u>Increase</u>	<u>Decrease</u>
I Current Funds:				
A General:				
Cash	\$8,349.14	\$2,679.13	\$5,670.01	
Investments, Notes Rec'vable	11,150.28	11,245.53		\$95.25
Accounts Rec'vable, Students	22,197.82	27,715.03		5,517.21
Dining Hall Supplies	2,953.93	2,375.93	578.00	
Laboratory Supplies	2,010.00	1,910.00	100.00	
Power Plant Supplies	+	1,543.15		1,543.15
Summer School Expenses--				
Prepaid	590.75	407.29	183.46	
Prepaid Insurance	3,494.16	2,914.17	579.99	
Deficit	<u>14,308.46</u>	<u>19,696.97</u>		<u>5,388.51</u>
	<u>65,054.54</u>	<u>70,487.20</u>		<u>5,432.66</u>
B Restricted:				
Cash	1,035.27	1,659.84		624.57
	<u>66,089.81</u>	<u>72,147.04</u>		<u>6,057.23</u>
II Loan Funds:				
Cash	5,285.34	3,141.04	2,144.30	
Notes Receivable	<u>7,593.49</u>	<u>8,089.65</u>		<u>496.16</u>
	<u>12,878.83</u>	<u>11,230.69</u>	<u>1,648.14</u>	
III Endowment and Other Non-Expendable Funds:				
Cash	884.14	10,585.79		9,701.65
Bonds	338,952.76	401,739.58		62,786.82
Stocks	396,964.61	434,776.72		37,812.11
Mortgages	6,940.00	7,640.00		700.00
Notes Receivable	16,285.71	17,451.71		1,166.00
Real Estate (Farms)	<u>46,476.25</u>	<u>47,476.25</u>		<u>1,000.00</u>
	<u>806,503.47</u>	<u>919,670.05</u>		<u>113,166.58</u>
IV Plant Funds:				
Lands	39,800.00	39,800.00		
Underground Heating and Plumbing System	17,851.69	17,851.69		
Buildings	515,526.82	514,912.18	614.64	
Equipment	<u>145,280.17</u>	<u>136,060.36</u>	<u>9,219.81</u>	
	<u>718,458.68</u>	<u>708,624.23</u>	<u>9,834.45</u>	
V Agency Funds:				
Cash	2,121.10	1,690.13	430.97	
Advances Receivable from Current Fund	183.19	183.19		
Farm Improvements	<u>2,500.00</u>	<u>2,500.00</u>		
	<u>4,804.29</u>	<u>4,373.32</u>	<u>430.97</u>	
Total Assets	<u>\$1,608,735.08</u>	<u>\$1,716,045.33</u>		<u>\$107,310.25</u>

Exhibit A

COMPARATIVE BALANCE SHEET
JUNE 30, 1943 AND 1942

LIABILITIES AND FUNDS

	June 30, 1943	June 30, 1942	<u>Increase</u>	<u>Decrease</u>
I Current Funds:				
A General:				
Notes Payable	\$42,000.00	\$51,000.00		\$9,000.00
Accounts Payable	+ 2,376.58			2,376.58
Accounts Payable, Agency Funds	183.19	183.19		
Students' Deposits	1,214.54	1,348.64		134.10
Students' Accounts Paid in Advance	12,230.24	6,722.49	\$5,507.75	
Victory Tax Withheld	1,076.39		1,076.39	
Reserve for Doubtful Acc'ts	8,350.18	8,856.30		506.12
	<u>65,054.54</u>	<u>70,487.20</u>		<u>\$432.66</u>
B Restricted:				
Funds	1,035.27	1,659.84		624.57
	<u>66,089.81</u>	<u>72,147.04</u>		<u>6,057.23</u>
II Loan Funds:				
Funds	12,878.83	11,230.69	1,648.14	
III Endowment and Other Non-Expendable Funds:				
Endowment Funds:				
General	567,110.27	686,678.35		119,568.08
Restricted	<u>236,493.20</u>	<u>231,091.70</u>	<u>5,401.50</u>	
Annuity Funds	803,603.47	917,770.05		114,166.58
	<u>2,900.00</u>	<u>1,900.00</u>	<u>1,000.00</u>	
	<u>806,503.47</u>	<u>919,670.05</u>		<u>113,166.58</u>
IV Plant Funds:				
Net Investment in Plant	<u>718,458.68</u>	<u>708,624.23</u>	<u>9,834.45</u>	
V Agency Funds:				
Farm Surplus	453.06	123.47	329.59	
Notes Payable, Farm Account Funds	4,000.00	4,000.00		
	<u>351.23</u>	<u>249.85</u>	<u>101.38</u>	
	<u>4,804.29</u>	<u>4,373.32</u>	<u>430.97</u>	
Total Liabilities and Funds	<u>\$1,608,735.08</u>	<u>\$1,716,045.33</u>		<u>\$107,310.25</u>

CONDENSED COMPARATIVE STATEMENT OF CURRENT INCOME AND EXPENSES
 (Excluding Receipts and Disbursements of Restricted Funds
 for Non-Educational Purposes)

Exhibit B-1

	INCOME		
	Year Ended <u>6/30/43</u>	Year Ended <u>6/30/42</u>	<u>Increase</u>
I <u>Educational and General:</u>			
(1) Student Income:			
School of Liberal Arts and Sciences	\$58,945.08	\$59,510.91	\$565.83
Auxiliary Educational Schools	58,810.69	51,677.40	7,133.29
	<u>117,755.77</u>	<u>111,188.31</u>	<u>6,567.46</u>
(2) Endowment Income	25,602.50	31,296.71	5,694.21
(3) Gifts and Grants	15,221.53	11,997.96	3,223.57
(4) Other Sources	3,656.59	3,592.35	64.24
	<u>162,236.39</u>	<u>158,075.33</u>	<u>4,161.06</u>
Total Educational and General Income			
II <u>Auxiliary Enterprises and Activities:</u>			
(1) Dormitories	20,416.65	22,659.50	2,242.85
(2) Dining Hall	38,129.99	38,377.11	247.12
(3) Placement Bureau Income	34.00	29.00	5.00
(4) Canteen	60.60	278.04	217.44
(5) Kindt Property	65.00	240.00	175.00
	<u>58,706.24</u>	<u>61,583.65</u>	<u>2,877.41</u>
Total Income, Auxiliary Enterprises and Activities			
III <u>Income for Non-Educational Purposes</u>			
	<u>2,412.39</u>	<u>2,445.82</u>	<u>33.43</u>
Total Income	223,355.02	222,104.80	1,250.22
Collections on Doubtful Acc'ts Rec'vable	634.37	634.37	
	<u>223,989.39</u>	<u>222,104.80</u>	<u>1,884.59</u>
Total Expenses, Forwarded	208,766.43	213,021.76	4,255.33
Net Profit before deducting additions to Plant from Current Funds	15,222.96	9,083.04	6,139.92
Additions to Plant from Current Funds	9,834.45	6,578.24	3,256.21
Net Profit after deducting additions to Plant from Current Funds	\$5,388.51	\$2,504.80	\$2,883.71

CONDENSED COMPARATIVE STATEMENT OF CURRENT INCOME AND EXPENSES
 (Excluding Receipts and Disbursements of Restricted Funds
 for Non-Educational Purposes)

Exhibit B-1

<u>EXPENSES</u>					
	Year Ended <u>6/30/43</u>	Year Ended <u>6/30/42</u>	Increase	Decrease	
I Educational and General:					
(1) General Administration and Expense	\$31,998.00	\$33,963.36			\$1,965.36
(2) Instruction and Research: School of Liberal Arts and Sciences	64,138.25	66,049.80			1,911.55
Auxiliary Educational Schools	45,906.03	41,717.32	\$4,188.71		
	<u>110,044.28</u>	<u>107,767.12</u>	<u>2,277.16</u>		
(3) Library	5,301.27	5,088.18			213.09
(4) Operation and Maintenance of Physical Plant	11,728.32	11,456.61			271.71
Total Educational and General Expenses	<u>159,071.87</u>	<u>158,275.27</u>			796.60
II Auxiliary Enterprises and Activities:					
(1) Dormitories	10,725.83	11,121.10			395.27
(2) Dining Hall	36,115.63	39,698.17			3,582.54
(3) Placement Bureau	21.50	51.25			29.75
(4) Canteen	32.50	229.10			196.60
(5) Kindt Property	307.42	49.57			257.85
(6) Brunner Property	8.47	435.99			427.52
Total Expenses, Auxiliary Enterprises and Activities	<u>47,211.35</u>	<u>51,585.18</u>			<u>4,373.83</u>
III Other Non-Educational Expenses					
Total Expenses before Reserve Provisions	<u>2,183.21</u>	<u>2,661.31</u>			<u>478.10</u>
Reserve Provisions:					
Provision for Doubtful Accounts Receivable	300.00	500.00			200.00
Total Expenses, Forwarded	<u>\$208,766.43</u>	<u>213,021.76</u>			<u>\$4,255.33</u>

STATEMENT OF CURRENT FUNDS
YEAR ENDED JUNE 30, 1943

Balance at beginning of year	None
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Add:	
(1) Current educational and general income, per Schedule B-1, Sec. I	\$162,236.39
(2) Income auxiliary enterprises and activities, per Schedule B-1, Sec. II	58,706.24
(3) Income non-educational purposes, per Schedule B-1, Sec. III	<u>9,290.09</u> \$230,232.72
(4) Adjustments, per Schedule B-4	<u>654.10</u> \$ 230,886.82
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Deduct:	
(1) Current educational and general expenses, per Schedule B-2, Sec. I	159,371.87
(2) Expenditures of auxiliary enterprises and activities, per Schedule B-2, Sec. II	47,211.35
(3) Other non-educational expenses, per Schedule B-2, Sec. III	8,698.89
(4) General funds transferred to plant funds, per Exhibit E, Sec. I	<u>9,834.45</u> <u>225,116.56</u> <u>381.75</u> <u>225,498.31</u>
(5) Adjustments, per Schedule B-4	<u>19,696.97</u> <u>\$14,308.46</u>
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Gain for year ended June 30, 1943	5,388.51
Deficit July 1, 1942	<u>19,696.97</u>
Deficit June 30, 1943, to Exhibit A, Section I	<u>\$14,308.46</u>

STATEMENT OF CURRENT INCOME
YEAR ENDED JUNE 30, 1943

I Educational and General:(1) Student Income:

A School of Liberal Arts and Sciences:

Tuition	\$62,892.95	
Less, Scholarships	<u>12,506.58</u>	\$50,386.37
Matriculation Fees		1,735.00
Biology Fees		1,361.21
Chemistry Fees		3,012.00
Physics Fees		448.50
Physical Science Fees--Music		58.00
Psychology Fees		124.00
Practice Teaching Fees		875.00
Graduation Fees	<u>945.00</u>	<u>\$56,945.08</u>

B Auxiliary Educational Schools:

Extension School	1,594.00	
Music School	38,678.13	
Saturday School	2,833.00	
Summer School	<u>15,705.56</u>	<u>58,810.69</u>

(2) Endowment Income (Schedule B-3)

Unrestricted	22,803.25	
Restricted	<u>2,799.25</u>	<u>25,602.50</u>

(3) Gifts and Grants:

Benevolence, Conference	10,721.06	
Other	<u>4,500.47</u>	<u>15,221.53</u>

(4) Other Sources:

Group Life Insurance	~ 738.17	
Interest on Current Funds	593.87	
Library Income	2,269.55	
Rent for Chapel	<u>55.00</u>	<u>3,656.59</u>
Total Educational and General Income, to Exhibit B		<u>\$162,236.39</u>

II Auxiliary Enterprises and Activities:(1) Dormitories:

Cleaning Fees	473.53	
Rentals	19,489.71	
Breakage Fees	<u>453.41</u>	<u>20,416.65</u>

(2) Dining Hall:

Students' Board	37,849.54	
Sale of meals to others	228.19	
Sale of food and operating supplies	<u>52.26</u>	<u>38,129.99</u>

STATEMENT OF CURRENT INCOME
YEAR ENDED JUNE 30, 1943

Schedule B-1

II Auxiliary Enterprises and Activities:	
(3) Placement Bureau Income	\$34.00
(4) Kindt Property	65.00
(5) Canteen	<u>60.60</u>
Total Income Auxiliary Enterprises and Activities, to Exhibit B	<u>\$58,706.24</u>
III Income for Non-Educational Purposes:	
Day Students' Rental	\$1,065.75
Unexpended Student Activity Fees	546.83
Scholarship Funds (Schedule B-3)	5,585.85
Student Loan Funds (Schedule B-3)	500.73
Prize Funds (Schedule B-3)	61.75
Annuity Funds (Schedule B-3)	95.00
Miscellaneous	799.81
Collections on Provision for Doubtful Accounts Receivable from students	<u>634.37</u>
Total Income for Non-Educational Purposes, to Exhibit B	<u>\$9,290.09</u>
Total Income to Exhibit B	<u>\$20,232.72</u>

STATEMENT OF CURRENT EXPENSES
YEAR ENDED JUNE 30, 1943

Schedule B-2

I Educational and General:

(1) General Administration and Expenses:

A General Administrative Offices:

Miscellaneous	\$91.90
Office Supplies	365.32
Postage	310.02
Salaries	15,505.34
Stationery and Printing	313.33
Telephone and Telegraph	<u>261.54</u> \$16,847.45

B General Expenses:

Advertising, General	258.22
Advertising, Bulletins and Catalogues	628.40
Alumni Expense	50.50
Alumni Secretary, Salary and Expenses	553.00
Auditing and Accounting Services and Expenses	293.50
Campaign Expenses	39.21
College Car	34.22
Commencement Expenses	456.14
Compensation Insurance	302.00
Credit Adjustment	634.37
Investment Counsellor Service	2,000.00
Group Life Insurance	2,550.90
Lecture Expense	40.00
Membership Fees to Associations	233.00
Miscellaneous	1,310.03
Press Service	912.66
Public Liability Insurance	80.13
Retirement Allowance	120.00
Retirement	2,177.57
Student Solicitation Expenses	1,357.66
Travel and Entertainment:	
Faculty	100.57
Officers	453.01
Trustees	28.36
War Damage Insurance	539.00
Provision for Doubtful Accounts Receivable	<u>300.00</u> <u>15,450.55</u> \$32,298.00

(2) Instruction and Research:

A School of Liberal Arts and Sciences:

Salaries, Faculty	61,283.11
Salaries, Student Assistants	1,236.90
Salaries, Practice Teaching	122.50
Departmental Expenses:	
Biology Laboratory	477.46
Chemistry Laboratory	775.89
Physics Laboratory	173.21
Psychology Laboratory	<u>69.18</u> <u>1,495.74</u> 64,138.25

STATEMENT OF CURRENT EXPENSES
YEAR ENDED JUNE 30, 1943

Schedule B-2

I Educational and General: (Continued)

(2) Instruction and Research:

B Auxiliary Schools:

Music School:			
Faculty Salaries	\$28,240.02		
Insurance	52.51		
Miscellaneous	9.86		
Music	59.45		
Practice Teaching, Salary and Expenses	1,228.50		
Stationery and Printing	145.77		
Tuning, repairs, etc.	<u>1,026.58</u>	\$30,762.79	

Extension School:

Faculty Salaries	900.00		
Miscellaneous	494.76	1,394.76	

Saturday and Evening School:

Faculty Salaries	2,388.68		
Miscellaneous	<u>161.02</u>	2,549.70	

Summer School:

Care and Maintenance of Dormitories	188.49		
Faculty Salaries	7,272.28		
Miscellaneous	1,409.71		
Boarding Expenses	<u>2,328.30</u>	<u>11,198.78</u>	\$45,906.03

(3) Library:

Books and Magazines	1,066.76		
Salaries	4,166.34		
Supplies	<u>68.17</u>	5,301.27	

(4) Operation and Maintenance of Physical

Plant:

Care and Maintenance of Grounds	1,001.89		
Care of Buildings and Furniture	2,204.78		
Heat	4,138.38		
Infirmary	53.82		
Light	955.35		
Miscellaneous	25.05		
Operating Supplies	293.28		
Property Insurance	1,102.52		
Repairs to Buildings and Equipment	1,610.01		
Taxes	177.13		
Water	<u>166.11</u>	<u>11,728.32</u>	
Total Educational and General Expenses, to Exhibit B		\$159,371.87	

STATEMENT OF CURRENT EXPENSES
YEAR ENDED JUNE 30, 1943

II Auxiliary Enterprises and Activities:

(1) <u>Dormitories:</u>	
Care of Buildings and Furniture	\$2,944.20
Heat	4,138.39
Light	1,023.22
Miscellaneous	25.05
Operating Supplies	273.65
Property Insurance	641.20
Rent	218.64
Repairs to Buildings and Equipment	1,028.16
Telephone	75.54
Water	<u>357.78</u> \$10,725.83
(2) <u>Dining Hall:</u>	
Food	22,240.85
Gas	131.67
Laundry	350.67
Light	443.57
Miscellaneous	134.65
Operating Supplies	502.52
Renewals and Repairs	239.82
Rental	4,500.00
Salaries and Wages	7,438.75
Telephone	56.78
Water	<u>76.35</u> 36,115.63
(3) <u>Canteen Expenses</u>	32.50
(4) <u>Kindt Property:</u>	
Repairs	307.42
(5) <u>Brunner Property:</u>	
Repairs	8.47
(6) <u>Placement Bureau:</u>	
Expenses	<u>21.50</u>
Total Expenses, Auxiliary Enterprises and Activities, to Exhibit B	<u>\$47,211.35</u>

III Other Non-Educational Expenses:

Debating Expenses	3.50
Interest on Loans	2,179.71
Scholarships (Schedule B-3)	5,846.45
Student Loan Funds (Schedule B-3)	500.73
Prizes (Schedule B-3)	61.00
Annuities (Schedule B-3)	<u>107.50</u>
Total Non-Educational Expenses, to Exhibit B	<u>\$8,698.89</u>
Total Expenses to Exhibit B	<u>\$215,282.11</u>

Schedule B-3

STATEMENT OF ENDOWMENT INCOME
FOR THE YEAR ENDED JUNE 30, 1943

	Fund Principal Income June 30, 1943	Balance Income for year (included in Sched. B-1)	Total	Expenditures (included in Sched. B-2)	Balance Income June 30, 1943
I Unrestricted: For Educational Purposes	\$686,713.35	\$352.22	\$22,451.03	\$22,803.25	\$22,803.25
II Restricted:					
A For Educational and General Purposes:					
1. Printing Funds: Rev. John P. Cowling Memorial Fund	700.00		30.00	30.00	30.00
	700.00		30.00	30.00	30.00
2. Professorship Funds: Chair of English Bible and Greek Testament Josephine Bittinger Eberly Professor- ship of Latin Language and Literature John Evans Lehman Chair of Mathematics Rev. J. B. Welder Endowment Fund	15,230.20	761.50	761.50	761.50	
			100.00	100.00	100.00
			1,821.50	1,821.50	1,821.50
			10.00	10.00	10.00
	91,860.04	2,693.00	2,693.00	2,693.00	
3. Library Funds: Library Fund of Class of 1916	1,325.00	66.25	66.25	66.25	66.25
	1,325.00	66.25	66.25	66.25	66.25
4. Maintenance Funds: Hiram B. Steinmetz Memorial Room Fund	200.00	10.00	10.00	10.00	10.00
	200.00	10.00	10.00	10.00	10.00
Total Restricted for Educational and General Purposes	94,085.04	2,799.25	2,799.25	2,799.25	2,799.25

Schedule B-3, Continued

STATEMENT OF ENDOWMENT INCOME
FOR THE YEAR ENDED JUNE 30, 1943

	Fund Principal June 30, 1943	Balance Income July 1, 1942	Income for year [#] (included in Sched. B-1)	Total	INCOME	Expenditures (included in Sched. B-2)	Balance Income June 30, 1943
II Restricted:							
B For Non-Educational Purposes							
1. Scholarship Funds:							
Allegheny Conference C. E. Society Sch.	\$1,000.00		\$50.00		\$50.00		\$50.00
Dorothy Jean Bachman Scholarship Fund	1,000.00		50.00		50.00		50.00
Lillian Merle Bachman Scholarship Fund	1,000.20		50.00		50.00		50.00
Michael H. Bachman Memorial Scholarship	1,000.00		+		+		+
Baltimore Fifth Church, Otterbein Memorial Sunday School Scholarship Fund	3,000.00		150.00		150.00		150.00
E. M. Baum Scholarship Fund	500.00		25.00		25.00		25.00
Dr. & Mrs. Andrew Bender Scholarship F.	1,000.00		+		+		+
Biological Scholarship Fund	2,517.09		125.85		125.85		125.85
Eliza Bittinger Scholarship Fund	12,000.00		\$.09		\$.09		\$.09
Mary A. Bixler Scholarship Fund	500.00		25.00		25.00		25.00
L. T. Buffington Scholarship Fund	2,000.00		50.00		50.00		50.00
Alice Evers Burtner Memorial Award	2,000.00		100.00		100.00		100.00
Isaiah H. Daugherty and Benjamin P. Raab Memorial Scholarship Fund	1,500.00		75.00		75.00		75.00
Senator James J. Davis Scholarship Fund	100.00		5.00		5.00		5.00
Derrickson Scholarship Fund	2,787.50	402.50	137.50		540.00		35.00
William E. Duff Scholarship Fund	600.00		30.00		30.00		30.00
East Pennsylvania Branch W.M.A. Sch. F.	3,000.00		50.00		150.00		200.00
East Pennsylvania Conf. C.E. Schol. F.	5,000.00				193.00		170.00
Samuel F. Engle Scholarship Fund	6,000.00		50.00		300.00		350.00
M. G. Favinger and Wife Scholarship F.	1,000.30				50.00		50.00
Fred E. Foos Scholarship Fund	1,000.00				50.00		50.00

Schedule B-3, Continued

STATEMENT OF ENDOWMENT INCOME
FOR THE YEAR ENDED JUNE 30, 1943

	Fund Principal June 30, 1943	Balance Income July 1, 1942	INCOME			Expendi- tures (included in Sched. B-2)	Balance Income June 30, 1943 Exhibit A				
			Income for year in Sched. B-1)	Total	(inched in Sched. B-1)						
II Restricted:											
B For Non-Educational Purposes:											
1. Scholarship Funds:											
C. C. Gingrich Scholarship Fund	\$3,000.00		\$150.00	\$150.00							
G. D. Gossard and Wife Scholarship Fund	3,300.00		165.00	165.00							
Peter Graybill Scholarship Fund	1,000.00		50.00	50.00							
Jacob F. Greasley Scholarship Fund	500.00		25.00	25.00							
Harnish-Houser Publicity Fund	2,000.00		100.00	100.00							
Harrisburg Otterbein Church Schol. Fund	2,120.00		106.00	106.00							
Harrisburg Otterbein Sunday School Scholarship Fund	1,100.00		55.00	55.00							
J. M. Heagy and Wife Scholarship Fund	500.00		25.00	25.00							
Bertha Foos Heinz Scholarship Fund	1,000.00		50.00	50.00							
Harvey E. Herr Memorial Scholarship Fund	1,000.00		50.00	50.00							
Edwin M. Hershey Scholarship Fund	400.00		20.00	20.00							
H. S. Immel Scholarship Fund	5,000.00		250.00	250.00							
Henry G. and Anna S. Kaufman and Family Scholarship Fund	1,000.00		50.00	50.00							
John A. H. Keith Fund	100.00		5.00	5.00							
Barbara June Kettering Scholarship Fund Rev. and Mrs. J. E. and Rev. A. H.	1,020.00		51.00	51.00							
Kleffman Scholarship Fund			50.00	50.00							
A. S. Kreider Ministerial Fund	1,000.00	\$315.45	750.00	1,065.45							
W. E. Kreider Scholarship Fund	15,000.00		100.00	100.00							
Lorenz Benevolent Fund	2,000.00		+	+							
Mrs. Sevilla Loux Scholarship Fund	3,000.00		50.00	50.00							
Lykene Otterbein Church Scholarship F.	1,000.00		50.00	50.00							

Schedule B-3, Continued

STATEMENT OF ENDOWMENT INCOME
FOR THE YEAR ENDED JUNE 30, 1943

				INCOME			
	Fund Principal June 30, 1943	Balance Income July 1, 1942	Income for year (included in Sched. B-1)	Total	Expenditures (included in Sched. B-2)		Balance Income June 30, 1943
I Restricted:							
B For Non-Educational Purposes:							
1. Scholarship Funds:							
Mechanicsburg U.B. Sunday School Schol.	\$2,000.00			\$100.00	\$100.00		
Medical Scholarship Fund	245.00			12.25	12.25		
Elizabeth Meyer Endowment Fund	500.00			25.00	25.00		
Elizabeth May Meyer Musical Schol. Fund	1,550.00			77.50	77.50		
Mrs. Elizabeth H. Millard Memorial Sch.	5,000.00			250.00	250.00		
Bishop J. S. Mills Scholarship Fund	5,000.00			250.00	287.50		
Elizabeth A. Moyer Beneficiary Fund	225.00			11.25	11.25		
Grace U.B. Church of Penbrook Scholar.	3,000.00			150.00	200.00		
Pennsylvania Conference C. E. Scholar.	4,350.00			217.50	306.07		
Pennsylvania Branch W.M.A. School. Fund	2,500.00			125.00	125.00		
Philadelphia Lebanon Valley College	264.00			+ +	+ +		
Alumni Scholarship Fund	1,300.00			65.00	65.00		
Rev. H. C. Phillips Scholarship Fund	6,380.00			319.00	619.99		
Sophia Plitt Scholarship Fund	300.99			50.00	50.00		
Ezra G. Parack and Wife Scholarship Fund	1,000.00			15.00	15.00		
Levi S. Rest Scholarship Fund	300.00			150.00	150.00		
Harvey L. Seltzer Scholarship	3,000.00						
	\$131,158.59	\$1,295.10	\$5,585.85	\$6,880.95	\$5,846.45		\$1,034.50
2. Student Loan Funds:							
Mary A. Dodge Fund	9,500.00			475.00	475.00		
Daniel Eberly Scholarship Fund	514.66			25.73	25.73		
	10,014.66			500.73	500.73		

Schedule B-3, Continued

STATEMENT OF ENDOWMENT INCOME
FOR THE YEAR ENDED JUNE 30, 1943

	Fund Principal June 30, 1943	Balance Income July 1, 1942	Income for year (included in Sched. B-1)	Total	Expendi- tures (included in Sched. B-2)	Balance Income June 30, 1943	Exhibit A
II Restricted:							
B For Non-Educational Purposes:							
3. Prize Funds:							
Class of 1928 Scholarship Fund	\$835.00	\$.02	\$41.75	\$41.77	\$41.00	\$.77	
Max F. Lehman Fund	400.00		20.00	20.00	20.00	20.00	
	\$1,235.00	.02	61.75	61.77	61.00	.77	
4. Annuity Funds:							
William M. Deatrick	1,000.00		+	+	+	+	
S. H. Derickson and Wife	500.00	12.50	25.00	37.50	37.50	37.50	
Ida Eberly	1,000.00		50.00	50.00	50.00	50.00	
Elmer S. Eyer and Wife	200.00		10.00	10.00	10.00	10.00	
E. Roy Line and Wife	200.00		10.00	10.00	10.00	10.00	
	2,900.00	12.50	95.00	107.50	107.50	107.50	
Total Restricted for Non-Educational Purposes	145,308.16	1,307.62	6,243.33	7,550.95	6,515.68	1,035.27	
Total Restricted	239,393.20	1,307.62	9,042.58	10,350.20	9,314.93	1,035.27	
Total Unrestricted and Restricted	\$926,106.55	\$1,659.84	\$31,493.61	\$33,153.45	\$32,118.18	\$1,035.27	

DETAILS OF CURRENT FUND ADJUSTMENTS
YEAR ENDED JUNE 30, 1943

Schedule B-4

1. Adjustments Adding to Current Funds:

Decrease in income balances:

East Pennsylvania Branch W.M.A. Scholarship	\$50.00
Samuel F. Engle Scholarship Fund	50.00
A. S. Kreider Ministerial Fund	280.00
Bishop J. S. Mills Scholarship Fund	37.50
Grace U.B. Church of Penbrook Scholarship	50.00
Pennsylvania Conference C. E. Scholarship	32.50
Sophia Plitt Scholarship Fund	141.60
S. H. Derickson & Wife Annuity	<u>12.50</u>

Total to Exhibit B, Section 4 \$654.10

2. Adjustments Deducting from Current Funds:

Increase in income balances:

Derickson Scholarship Fund	102.50
East Pennsylvania Conference C. E.	
Scholarship Fund	23.00
Harrisburg Otterbein Church Scholarship	53.00
Harrisburg Otterbein Sunday School	
Scholarship Fund	27.50
Mrs. Elizabeth H. Millard Memorial	
Scholarship Fund	50.00
Pennsylvania Branch W.M.A. Scholarship Fund	125.00
Class of 1928 Scholarship Fund	<u>.75</u>

Total to Exhibit B, Section 5 \$381.75

CONDENSED STATEMENT OF GENERAL FUND CASH RECEIPTS AND DISBURSEMENTS FOR THE YEAR

Schedule B-5

ENDED JUNE 30, 1943

Balance July 1, 1943

\$2,679.13

Receipts

Income:

Students	\$187,940.92
Endowment Income	25,602.50
Gifts and Grants:	
Conference Benevolence	\$10,721.06
Other	<u>4,500.47</u> 15,221.53

Other Sources:

Interest on Current Funds	593.87
Library Income	361.00
Group Life Insurance	738.17
Rent for Chapel	55.00
Placement Bureau	34.00
Canteen	60.60
Kindt Property	65.00
Unexpended Student Activity Fees	546.83
Sale of meals to others	228.19
Sale of food and supplies	52.26
Miscellaneous	<u>799.81</u> <u>3,534.73</u>
	<u>232,299.68</u>

Balance Sheet Items:

Received from Churches on account of notes	95.25
Decrease in Inventory of Power Plant Supplies	1,543.15
Increase in Victory Tax Withheld	<u>1,076.39</u>
	<u>2,714.79</u>
	235.014.47
	<u><u>\$237,693.60</u></u>

CONDENSED STATEMENT OF GENERAL FUND CASH
RECEIPTS AND DISBURSEMENTS FOR THE YEAR
ENDED JUNE 30, 1943

Schedule B-5

Disbursements

Expenses:

Educational and General:	
General Administration and Expense	\$31,998.00
Instruction and Research	110,044.28
Library	3,585.27
Operation and Maintenance of Physical Plant	<u>11,728.32</u>
	<u>\$157,355.87</u>

Auxiliary Enterprises and Activities:

Dormitories	10,725.83
Dining Hall	36,115.63
Placement Bureau	21.50
Canteen	32.50
Brunner Property	8.47
Kindt Property	<u>307.42</u>
	<u>47,211.35</u>

Other Non-Educational Expenses:

Interest on Loans	2,179.71
Debating Expenses	<u>3.50</u>
	<u>2,183.21</u>
	<u>206,750.43</u>

Balance Sheet Items:

Increase in Inventory of Dining Hall Supplies	578.00
Increase in Inventory of Laboratory Supplies	100.00
Increase in Prepaid Summer School Expenses	183.46
Increase in Prepaid Insurance	579.99
Decrease in Notes Payable	9,000.00
Decrease in Accounts Payable	2,376.58
Decrease in Students Deposits	134.10
Additions to Plant	\$9,834.45
Less, Equipment gift	<u>192.55</u>
	<u>9,641.90</u>
	<u>22,594.03</u>
	<u>\$229,344.46</u>

Balance June 30, 1943, per Exhibit A, Section I-A

<u>8,349.14</u>
<u>\$237,693.60</u>

STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS
ENDOWMENT INCOME ACCOUNT FOR THE YEAR ENDED
Schedule B-6 JUNE 30, 1943

Balance July 1, 1942	\$1,659.84
Receipts	
Income from Endowment investments	\$31,932.14
Less, accrued interest on bonds purchased	<u>438.53</u>
	<u>31,493.61</u>
	<u>\$33,153.45</u>
Disbursements	
Unrestricted:	
Transferred to General Fund for Educational Purposes	\$22,803.25
Restricted:	
Transferred to General Fund for Educational and General Purposes:	
Printing Funds	\$30.00
Professorship Funds	2,693.00
Library Funds	66.25
Maintenance Funds	<u>10.00</u>
	<u>2,799.25</u>
Used for Non-Educational Purposes:	
Scholarship Funds	5,846.45
Student Loan Funds	500.73
Prize Funds	61.00
Annuity Funds	<u>107.50</u>
	<u>6,515.68</u>
	<u>9,314.93</u>
Balance June 30, 1943, per Exhibit A, Section I-B	<u>32,118.18</u>
	<u>1,035.27</u>
	<u>\$33,153.45</u>

STATEMENT OF LOAN FUNDS
YEAR ENDED JUNE 30, 1943

Exhibit C

FUND PRINCIPAL

	Balance	June 30, 1943			
	July 1, Receipts <u>1942</u>	Other for year	Dedu- ctions	Exhibit A	Sec. II

Funds

Alumni Annual Giving	\$2,499.90	\$609.55	-	-	\$3,109.45
Mary A. Dodge Fund	6,371.10	512.86	-	-	6,883.96
Daniel Eberly Fund	231.57	25.73	-	-	257.30
Charles E. Merrill Fund	+	500.00	-	-	500.00
Henry B. Stehman Fund	1,951.12	+	-	-	1,951.12
Dr. Wagner Special Fund	177.00	+	-	-	177.00
	<u>\$11,230.69</u>	<u>\$1,648.14</u>	<u>-</u>	<u>-</u>	<u>\$12,878.83</u>

FUND ASSETS

Cash	\$5,285.34
Notes Receivable from Students:	
Alumni Annual Giving Fund	\$1,928.73
Mary A. Dodge Fund	4,273.52
Charles E. Merrill Fund	350.00
Henry B. Stehman Fund	900.00
Dr. Wagner Special Fund	<u>141.24</u>
	<u>7,593.49</u>
Total Loan Fund Assets June 30, 1943, to Exhibit A, Section II	<u>\$12,878.83</u>

STATEMENT OF ENDOWMENT AND OTHER NON-EXPENDABLE FUNDS
Exhibit D YEAR ENDED JUNE 30, 1943

FUND PRINCIPAL

	Endowment Funds	Annuity Funds	<u>Total</u>
Balance July 1, 1942	<u>\$917,770.05</u>	<u>\$1,900.00</u>	<u>\$919,670.05</u>
Additions during year:			
Philadelphia L.V.C. Alumni Club	264.00	+	264.00
Lillian G. Bachman	1,000.00	+	1,000.00
S. H. Derickson & Wife	37.50	+	37.50
Dr. & Mrs. Andrew Bender	1,000.00	+	1,000.00
Donald J. Cowling	100.00	+	100.00
C. Kenneth Roper	25.00	+	25.00
John J. Todd, Jr.	5.00	+	5.00
William M. Deatrick	+ 1,000.00	1,000.00	1,000.00
Karl Lorenz	3,000.00	+	3,000.00
Clyde A. Lynch	5.00	+	5.00
	<u>5,436.50</u>	<u>1,000.00</u>	<u>6,436.50</u>
	<u>\$923,206.55</u>	<u>\$2,900.00</u>	<u>\$926,106.55</u>
Deductions during year:			
Difference between amount realized from sale of securities during year ended June 30, 1943 and amount at which said securities were carried upon books of account	<u>119,603.08</u>	+	<u>119,603.08</u>
Balance June 30, 1943, to Exhibit A, Section III	<u>\$803,603.47</u>	<u>\$2,900.00</u>	<u>\$806,503.47</u>

SUMMARY OF ENDOWMENT FUND ASSETS
JUNE 30, 1943

Schedule D-1

	Percentage <u>Amount</u> <u>of Total</u>
Investments:	
Farms	\$46,476.25 <u>5.77</u>
Bonds:	
Government	\$19,000.00 2.36
Industrial	28,114.34 3.49
Public Utility	143,861.82 17.86
Railroad	116,116.62 14.41
Real Estate	<u>31,859.98</u> <u>3.96</u>
Total Bonds	338,952.76 <u>42.08</u>
Stocks:	
Preferred:	
Industrial	\$48,091.50 5.97
Utility	<u>119,943.54</u> <u>14.88</u>
Total Preferred Stocks	168,035.04 <u>20.85</u>
Common:	
Aviation	10,729.53 1.33
Bank	79,787.68 9.90
Building	5,200.00 .65
Chemical	6,583.35 1.07
Industrial	13,220.94 1.64
Insurance	7,550.00 .93
Metals	5,300.00 .66
Oils	13,748.11 1.71
Railroad	3,000.00 .37
Railroad Equipment	2,700.00 .34
Rubber	10,100.00 1.25
Steel	16,915.19 2.10
Utility	<u>52,094.77</u> <u>6.47</u>
Total Common Stocks	<u>228,929.57</u> <u>28.42</u>
Total Preferred & Common Stocks	396,964.61 <u>49.27</u>
Mortgages	6,940.00 .86
Notes Receivable	<u>16,285.71</u> <u>2.02</u>
Total Investments	805,619.33 <u>100.00</u>
Cash awaiting investment	884.14
Total Endowment Fund Assets, June 30, 1943, to Exhibit A, Section III	<u>\$806,503.47</u>

Schedule D-2

SCHEDULE OF ENDOWMENT FUND INVESTMENTS
JUNE 30, 1943

Amount	Description	Rate Per Cent	Maturity	Book Value	Income
FARMS					
	Farm at East Berlin			\$9,776.25	+
	Farm at Shiremanstown			<u>36,700.00</u>	+
				<u>46,476.25</u>	
GOVERNMENT BONDS					
\$19,000	United States of America, Defense, Series C	2-1/2	1954	<u>19,000.00</u>	<u>\$237.50</u>
INDUSTRIAL BONDS					
15,000	Armour and Company of Delaware	7	1978	16,721.67	+
2,000	Lehigh Coal and Navigation Company C	4-1/2	1954	<u>11,392.67</u>	<u>405.00</u>
<u>24,000</u>				<u>26,114.24</u>	<u>405.00</u>
PUBLIC UTILITY BONDS					
2,000	American Gas and Power Company	3-5	1953	1,445.46	670.59
10,000	Associated Electric Company	4-1/2	1953	7,220.70	+
10,000	Cities Service Company	5	1950	8,952.30	500.00
10,000	Consolidated Electric and Gas Company	5	1958	16,592.00	500.00
6,000	Continental Gas and Electric Corporation	3-6	1962	6,265.09	544.33
10,000	Indiana Service Corporation	5	1958	9,959.72	+
5,000	Interstate Power Company	5	1950	6,400.00	250.00
10,000	Lehigh Valley Transit Company	5	1957	9,400.00	500.00
5,000	Philadelphia Company	4-1/4	1961	6,590.22	441.11
10,000	Philadelphia and Garrettford Street Railway Company	5	1955	19,121.03	425.00
15,000	Philadelphia Transportation Company	3-6	2039	17,431.63	900.00
8,000	Standard Gas and Electric Company Conv.	6	1948	9,276.11	541.67
5,000	Western Union Telegraph Company	5	1960	6,400.00	250.00
<u>121,000</u>				<u>143,861.82</u>	<u>6,272.70</u>

Schedule D-2 (Continued)

SCHEDULE OF ENDOWMENT FUND INVESTMENTS
JUNE 30, 1943

Amount	Description	Rate ¹⁸ Per Cent	Maturity	Book Value	Income
RAILROAD BONDS					
7,000	Baltimore and Ohio Railroad Company	4	1944	\$4,925.39	\$686.50
20,000	Buffalo, Rochester & Pittsburgh Railway Company	3-4 1/2	1957	16,745.74	1,045.42
12,000	Central Pacific Railway Company	5	1960	7,430.41	600.00
10,000	Cleveland, Cincinnati, Chicago and St. Louis Railway	4-1/2	1977	8,346.87	450.00
5,000	Erie Railroad Company	4-1/2	2015	5,750.00	225.00
10,000	Illinois Central Railroad	4-3/4	1966	9,500.00	475.00
5,000	Illinois Central Railroad Company and Chicago, St. Louis and New Orleans Railroad Company	5	1963	4,950.00	250.00
10,000	Lehigh Valley Railroad Company	4	2003	8,873.82	550.00
10,000	New York Central Railroad Company	5	2013	17,628.74	950.00
10,000	New York Central Railroad Company	4-1/2	2013	4,924.44	200.00
5,000	New York Central Railroad Company	4	1998	8,824.59	450.00
10,000	New York, Chicago and St. Louis Railroad Company	4-1/2	1978	10,706.42	500.00
10,000	Northern Pacific Railway D	5	2047	8,000.00	450.00
10,000	Southern Pacific Company	4-1/2	1969	116,116.62	<u>6,831.92</u>
REAL ESTATE BONDS					
8,500	Lemoyne Trust Company, Pennsylvania (Trust Agreement)	5	1929	8,500.00	437.78
5,000	Medical Building Company, Inc.	4	1950	5,000.00	200.00
27,000	United Brethren Publishing House	6	1934-53	18,359.98	⁺ <u>637.78</u>
<u>40,500</u>	Total Bonds			<u>21,859.98</u>	<u>14,284.90</u>
<u>338,500</u>				<u>238,952.76</u>	

Schedule D-2 (Continued)

SCHEDULE OF ENDOWMENT FUND INVESTMENTS
JUNE 30, 1943

Amount	Description	Rate ^e	Per Cent	Maturity	Book Value	Income
INDUSTRIAL						
PREFERRED STOCKS						
100	American Bank Note	6		\$45,626.50		+
50	American Viscose Corporation	5		6,600.00		\$187.50
25	Eastern Gas and Fuel Associates	6		2,000.00		75.00
50	A. S. Kreider Company	5-1/2		12,000.00)		1,375.00)
70	A. S. Kreider Shoe Company	5-1/2				
	Pure Oil	5		10,035.00		+
100	Radio Corporation	3-1/2		6,328.25		+
50	United States Rubber			5,501.75		100.00
<u>545</u>				<u>48,091.50</u>		<u>1,737.50</u>
UTILITY						
150	American Power & Light Company	5		12,300.00		187.50
100	Appalachian Electric Power Company	4-1/2		9,880.45		337.50
100	Central New York Power	5		9,185.20		+
100	Electric Power & Light Company	6		9,700.00		30.00
100	Florida Power & Light Company	7		9,860.00		+
70	Gulf States Utilities	6		7,788.16		75.00
100	Iowa Electric	7		9,200.00		175.00
100	New England Power Association	6		8,712.30		400.00
150	North American Company	6		8,096.84		+
175	Philadelphia Company	6		7,873.09		150.00
50	United Gas Corporation	7		6,117.50		137.50
100	West Penn Power Company	4-1/2		21,200.00		450.00
<u>1,295</u>	Total Preferred Stocks			<u>119,923.54</u>		<u>1,242.50</u>
<u>1,840</u>				<u>168,025.04</u>		<u>3,680.00</u>

Schedule D-2 (Continued)

SCHEDULE OF ENDOWMENT FUND INVESTMENTS
JUNE 30, 1943

Amount	Description	Rate Per Cent	Maturity	Book Value	Income
COMMON STOCKS					
AVIATION					
200	Pollak Manufacturing Company, Inc.	\$6,905.43	\$100.00		
50	Sperry Corporation	2,224.10	75.00		
50	United Aircraft	1,600.00	175.00		
<u>300</u>		<u>10,729.53</u>	<u>350.00</u>		
BANK					
200	Bank of Manhattan Company	3,733.34	180.00		
100	Bankers Trust Company	6,887.50	280.00		
300	Chase National Bank of New York	13,386.12	915.00		
200	Chemical Bank & Trust Company	10,933.34	540.00		
100	Continental Illinois Bank and Trust Company	9,100.00	*		
200	Corn Exchange Bank Trust Company	12,548.01	480.00		
100	First National Bank of Baltimore	4,850.00	*		
200	Manufacturers Trust Company	14,627.37	400.00		
100	National City Bank of New York	3,722.00	300.00		
<u>1,500</u>		<u>72,761.68</u>	<u>3,025.00</u>		
BUILDING					
100	Congoleum Nairn, Inc.	\$2,200.00	125.00		
CHEMICAL					
100	American Cyanamid B	3,583.35	71.87		
100	Texas Gulf Sulphur	5,000.00	225.00		
<u>200</u>		<u>8,583.35</u>	<u>296.87</u>		

Schedule D-2 (Continued)

SCHEDULE OF ENDOWMENT FUND INVESTMENTS
JUNE 30, 1943

Amount	Description	Rate Per Cent	Maturity	Book Value	Income
COMMON STOCKS					
INDUSTRIAL					
100	American Hawaiian Steamship Company	\$3,421.20	+		
100	Sylvania Electric Products	2,518.95	+		
200	Weston Electric Instrument Company	7,280.79		50.20	
400		<u>13,220.94</u>		<u>50.20</u>	
INSURANCE					
200	The Home Insurance Company	<u>1,550.00</u>		<u>320.00</u>	
METALS					
100	Youngstown Sheet and Tube Company			\$1,300.00	200.00
OILS					
100	Phillips Petroleum	4,800.00		200.00	
100	Standard Oil Company, Inc., of New Jersey	4,800.00		200.00	
100	Texas Corporation of Delaware	4,148.11		200.00	
300		<u>13,748.11</u>		<u>600.00</u>	
RAILROAD					
100	Pennsylvania Railroad Company			<u>3,000.00</u>	<u>250.00</u>
RAILROAD EQUIPMENT					
100	American Steel Foundries			<u>2,700.00</u>	<u>200.00</u>
RUBBER					
100	Firestone Tire and Rubber	\$5,100.00			175.00
100	Goodyear Tire & Rubber	<u>5,000.00</u>			<u>150.00</u>
200		<u>10,100.00</u>			<u>325.00</u>

11

JUNE 30, 1943

Amount	Description	Maturity rate	Per Cent	Book Value	Income
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STATEMENT OF PLANT FUNDS
YEAR ENDED JUNE 30, 1943

(1) Unexpended Plant Funds:

Balance July 1, 1943	None
Additions during year:	
1. Amount transferred from Current Funds	<u>\$9,834.45</u>
	<u>9,834.45</u>
Deductions during year:	
a. Sunlamp for Chemistry Laboratory	\$18.90
b. Cases for Chemistry Laboratory	960.17
c. Supplies and equipment for Chemistry laboratory	900.00
d. Plumbing supplies for Chemistry laboratory	103.61
e. Door pulls and screens for Chemistry laboratory	34.30
f. Shelves and book cases for Library	896.04
g. Extension ladder for Power Plant	13.20
h. Electrical work in Chemistry laboratory	314.65
i. Equipment for Physics Laboratory	416.44
j. Repairs for Infirmary (Kindt Property)	614.64
k. Arc lamp for Chemistry Laboratory	62.50
l. Books in Library	<u>5,500.00</u>
	<u><u>9,834.45</u></u>

Balance June 30, 1943

None

(2) Invested in Plant

Value of Plant July 1, 1942	\$708,624.23
Additions during year, as above	<u>9,834.45</u>
Value of Plant, June 30, 1943, Exhibit A, Section IV	<u><u>\$718,458.68</u></u>

Schedule E-1

PLANT FUNDS ASSETS
JUNE 30, 1943

	Erected	Book Value July 1, 1942	Increase	Book Value June 30, 1943
Lands:				
Athletic Field		\$5,000.00		\$5,000.00
Campus		34,000.00		34,000.00
Hockey Field		800.00		800.00
		<u>39,800.00</u>		<u>39,800.00</u>
Underground Heating and Plumbing System		<u>17,851.59</u>		<u>17,851.59</u>
Buildings:				
Administration	1905	157,170.25	+	157,170.25
Brunner Property		7,047.15	+	7,047.15
Conservatory Annex		3,756.34	+	3,756.34
Engle Hall	1899	68,112.77	+	68,112.77
Heating Plant	1904	12,300.00	+	12,300.00
Kindt Property		2,792.62	614.54	3,407.26
Carnegie Library	1904	39,250.00	+	39,250.00
Men's Dormitory	1905	93,430.34	+	93,430.34
North Hall for Women	1904	87,111.91	+	87,111.91
President's Home	1900	9,145.60	+	9,145.60
South Hall for Women	1857	22,611.83	+	22,611.83
West Hall for Women		<u>12,183.37</u>	+	<u>12,183.37</u>
		<u>514,912.18</u>	<u>614.64</u>	<u>515,526.82</u>
Equipment:				
Auditorium		2,700.00	+	2,700.00
Dining Hall and Kitchen		6,954.80	+	6,954.80
Class Room Furniture		4,949.29	+	4,949.29
Conservatory Class Room Furniture and Apparatus		711.23	+	711.23
General Furniture and Apparatus		14,942.23	+	14,942.23
Athletic Field and Gymnasium		5,371.00	+	5,371.00
Heating Plant		3,000.48	13.20	3,013.68
Biology Laboratory		7,896.35	+	7,896.35
Chemistry Laboratory		9,634.31	2,394.13	12,028.44
English Department--Lantern slides and Equipment		1,000.00	+	1,000.00
Physics Laboratory		6,421.86	416.44	6,838.30
Psychology Laboratory		213.90	+	213.90
Library		1,792.94	896.04	2,688.98
Books in Library		30,300.00	5,500.00	35,800.00
Museum Furniture		4,472.10	+	4,472.10
Musical Instruments		30,248.15	+	30,248.15
Office Equipment		5,101.72	+	5,101.72
Y.M.C.A. Room		350.00	+	350.00
		<u>136,060.36</u>	<u>9,219.81</u>	<u>145,280.17</u>
Total Plant Funds Assets		<u>\$708,624.23</u>	<u>\$9,834.45</u>	<u>\$718,458.68</u>

EXTENSION DEPARTMENT
YEAR ENDED JUNE 30, 1943

Income:

Tuition:

First Semester	\$903.00
Second Semester	<u>691.00</u>

Total Income	\$1,594.00
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Expenses:

Salaries paid to Faculty	900.00
Traveling and Miscellaneous Expenses	<u>494.76</u>

Total Expenses	<u>1,394.76</u>
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Profit	\$ <u>199.24</u>
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SATURDAY SCHOOL REPORT
YEAR ENDED JUNE 30, 1943

Income:

Tuition:

First Semester	\$1,560.00
Second Semester	<u>1,273.00</u>
Total Income	<u>\$2,833.00</u>

Expenses:

Salaries paid to Faculty	2,388.68
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Miscellaneous expenses	161.02
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Ten per cent retained by college	<u>283.30</u>
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Total Expenses	<u>\$2,833.00</u>
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SUMMER SCHOOL REPORT
YEAR ENDED JUNE 30, 1943

Income:

Registration Fees	\$ 175.00
Tuition	9,454.00
Tuition--Music School	1,063.50
Tuition--Specials	1,554.75
Boarding	2,352.65
Room Rent	744.00
Practice Teaching Fees	311.66
Hershey Demonstration School	50.00
Total Income	<u>\$15,705.56</u>

Expenses:

Miscellaneous expenses	1,409.71
Salaries paid to Faculty	\$5,675.00
Special	198.00
Special Music	<u>1,399.28</u>
Boarding Expense	7,272.28
Care and Maintenance of Dormitories	2,328.30
Total Expenses	<u>188.49</u>
Profit before Administration and Building Maintenance Expenses	<u>\$ 4,506.78</u>

STATEMENT OF MUSIC SCHOOL INCOME AND EXPENSES
YEAR ENDED JUNE 30, 1943

INCOME

	First Semester	Second Semester	Both Semesters
Instruction:			
Voice	\$3,158.50	\$2,989.50	\$6,148.00
Piano	3,501.00	2,847.28	6,348.28
Organ	969.50	888.50	1,858.00
Violin	525.00	457.50	982.50
Instruments of Band and Orchestra	<u>1,322.50</u>	<u>1,186.50</u>	<u>2,509.00</u>
Theory	<u>9,759.30</u>	<u>7,976.05</u>	<u>17,735.35</u>
	<u>19,235.80</u>	<u>16,345.33</u>	<u>\$35,581.13</u>
Use of Instruments for Practice:			
Piano	752.00	528.00	1,280.00
Organ	600.00	557.00	1,157.00
Instruments of Band and Orchestra	<u>414.00</u>	<u>246.00</u>	<u>660.00</u>
	<u>1,766.00</u>	<u>1,331.00</u>	<u>3,097.00</u>
Total Income	<u><u>\$21,001.80</u></u>	<u><u>\$17,676.33</u></u>	<u><u>\$38,678.13</u></u>

EXPENSES

Salaries	\$28,240.02
Insurance	52.51
Practice Teaching for Seniors, including transportation	1,228.50
Tuning, repairs and use of motor for organ	1,026.68
Miscellaneous	9.86
Music	59.45
Stationery and Printing	<u>145.77</u>
Total Expenses	<u><u>30,762.79</u></u>
Profit before Administration and Building Maintenance Expenses	<u><u>\$7,915.34</u></u>

STATEMENT OF DORMITORY INCOME AND EXPENSES
YEAR ENDED JUNE 30, 1943

INCOME

Rentals:

Men's Dormitory	\$7,223.31
North Hall	4,069.00
South Hall	2,135.00
West Hall	1,340.00
Dining Hall	4,500.00
Gruber's	132.40
Lynch's	<u>90.00</u>

\$19,489.71

Breakage Fees	453.41
Cleaning Fees	<u>473.53</u>

Total Income \$20,416.65

EXPENSES

Care of Buildings and Furniture	2,944.20
Heat	4,138.39
Light and Power	1,023.22
Miscellaneous	25.05
Operating Supplies	273.65
Property Insurance	641.20
Rent	218.64
Repairs and Maintenance of Buildings and Equipment	1,028.16
Telephone	75.54
Water	<u>357.73</u>

Total Expenses 10,725.83

Profit before Administration Expenses \$ 9,690.82

REPORT OF DINING HALL
YEAR ENDED JUNE 30, 1943

INCOME

Students' Board	\$37,849.54
Sale of meals to others	228.19
Sale of food and operating supplies	<u>52.26</u>
 Total Income	 \$38,129.99
 Cost of meals, materials and supplies only:	
Inventory July 1, 1942	2,375.93
Purchases	22,818.85
	<u>25,194.78</u>
Inventory June 30, 1943	<u>2,953.93</u>
 Cost of meals, materials and supplies only	 <u>22,240.85</u>
 Gross Profit before Operating Expenses	 \$15,889.14

EXPENSES

Operating Expenses:	
Salaries and Wages	7,438.75
Gas	131.67
Laundry	350.67
Light and Power	443.57
Miscellaneous	134.65
Operating Supplies	502.52
Renewals and Repairs	239.82
Rentals	4,500.00
Telephone	56.78
Water	<u>76.35</u>
 Total Operating Expenses	 <u>13,874.78</u>
 Gain before Administration Expenses	 <u>\$ 2,014.36</u>

STATEMENT OF LABORATORY INCOME AND EXPENSES
YEAR ENDED JUNE 30, 1943

	<u>Biology</u>	<u>Chemistry</u>	<u>Physics</u>	<u>Psychology</u>	<u>Total</u>
<u>Income:</u>					
Fees	\$1,361.21	\$3,012.00	\$448.50	\$124.00	\$4,945.71
Breakage Income	28.40	362.80	+	+	391.20
	<u>\$1,389.61</u>	<u>\$3,374.80</u>	<u>\$448.50</u>	<u>\$124.00</u>	<u>\$5,336.91</u>
<u>Expenses:</u>					
Inventory July 1, 1942	200.00	1,660.00	50.00	+	1,910.00
Purchases	455.86	1,288.69	173.21	69.18	1,986.94
	<u>655.86</u>	<u>2,948.69</u>	<u>223.21</u>	<u>69.18</u>	<u>3,896.94</u>
Inventory June 30, 1943	150.00	1,810.00	50.00	+	2,010.00
	<u>505.86</u>	<u>1,138.69</u>	<u>173.21</u>	<u>69.18</u>	<u>1,886.94</u>
Gain before Adminis- tration and Maintenance Expenses	<u>\$883.75</u>	<u>\$2,236.11</u>	<u>\$275.29</u>	<u>\$54.82</u>	<u>\$3,449.97</u>

REPORT OF LIBRARY
YEAR ENDED JUNE 30, 1943

<u>Income:</u>	
Matriculation Fees	\$361.00
Endowment Fund	66.25
College Departments	<u>1,908.55</u>
	<u>\$2,335.80</u>
<u>Expenses:</u>	
Books and Magazines	4,850.76
Salaries	4,166.34
Supplies and Binding Expense	68.17
Specials for Departments	<u>1,716.00</u>
	<u>10,801.27</u>
Deduct, Items added to capital investment	<u>5,500.00</u>
	<u>5,301.27</u>
Loss before Administration and Maintenance Expenses	<u>\$ 2,965.47</u>

DONATIONS TO LEBANON VALLEY COLLEGE
FOR SPECIAL PURPOSES
YEAR ENDED JUNE 30, 1943

CASH CONTRIBUTED TO CURRENT ACCOUNT

For books, supplies, binding, etc. for Library,
from Departments:

Bible	\$ 2.62
Biology	14.00
Book Department	557.01
Chemistry	13.98
Conservatory	2.00
English	23.28
French	25.02
German	1.50
History	3.00
Philosophy	4.30
Psychology	<u>2.75</u>
	<u>\$649.46</u>

Book Department--Permanent Furniture

2 tables	37.50
1 wall book case	56.50
1 desk chair	17.50
2 record cases	5.30
2 stools	6.00
1 book case	4.00
1 catalogue case	59.75
1 filing case	<u>6.00</u>
	<u>\$192.55</u>

Miscellaneous including L. C. cards, supplies

H. H. Shenk--Shenk collection for Library	80.00
E. N. Funkhouser--Gift for Heilman Library	3,213.97
E. N. Funkhouser--Campaign Expenses	1,000.00
E. H. Umberger & Wife--Gift	10.00
Annville United Brethren Church--Education Day	<u>196.50</u>
	<u>\$4,500.47</u>

BOOKS PRESENTED TO LIBRARY

In addition to the above, books and periodicals were contributed to the Library by the following:

Books:	Number of Volumes	Value
Baltimore Library C	2	\$9.00
Beckley, Mrs. H. G.	15	25.00
Balsbaugh, E. M.	3	3.00
Barnhart, Mrs. Albert	70	25.00
Bender, Ruth	1	1.50
Blose, Johann	15	15.00
Butterwick, R. R.	331	200.00
Class of 1943	1	4.00
Derickson, S. H.	11	11.00
Duncan, Mrs.	5	5.00
Eebenshade, J. W.	1	3.00
Hoover, Merle	4	2.00
Ingraham, Mrs.	5	2.50
Kunkel, J. C.	20	10.00
Laucks, Fredericka	1	4.00
Light, Dr. J. B.	22	33.00
Light, V. Earl	8	8.00
Lynch, C. A.	5	25.00
Meyer, Mrs. D. H.	1	4.00

DONATIONS TO LEBANON VALLEY COLLEGE
FOR SPECIAL PURPOSES
YEAR ENDED JUNE 30, 1943

	<u>Number of Volumes</u>	<u>Value</u>
Books, (Continued)		
Metzger, Bruce	1	\$ 3.00
Mobley, Mark	1	1.50
Mutch, Verna	1	4.00
Mutch, Rev. C. A.	27	40.00
Miller, F. K.	1	2.00
Myers, Helen E.	1	1.00
Nye, Rev. Allen G.	27	40.00
Rupp, Rev. U. S. G.	9	40.00
Shenk, Esther	1	5.00
Sherriff, William E.	1	2.00
Shenk, H. H.	34	68.00
Shettel, Paul	1	1.50
Stine, C. L.	10	3.00
Stokes, M. L.	3	8.00
Struble, G. G.	1	1.50
Wallace, David	1	1.00
Wallace, P. A. W.	1	8.50
Willard, Lester	1	2.00
Wolf, Harvey N.	2	5.00
United Brethren Church	3	3.00
Associations	44	20.00
Government Publications	25	12.50
Miscellaneous	<u>36</u>	<u>18.00</u>
	<u>754</u>	<u>\$ 680.50</u>
Periodicals:		
Balsbaugh, E. M.	2	4.00
Biology Department	5	80.00
Book Department	21	49.40
Carnegie Foundation	5	17.00
Chemistry Department	1	3.00
Derickson, S. H.	4	11.25
French Department	4	13.50
German Department	1	2.25
Gingrich, C. R.	1	5.00
History Department	1	3.00
Kunkel, J. C.	1	5.00
Lebanon Chamber of Commerce	1	1.00
Loser's Music Store	1	1.00
Lynch, Dr. D. L.	13	32.10
Myers, H. E.	4	10.00
Philosophy Department	1	2.00
Porter, Jermain	1	5.00
Psychology Department	3	7.00
United Brethren Church	4	4.85
United Brethren Church W.M.A.	2	3.00
Vanaman, Richard	1	1.00
Virginia Conference	2	2.00
Miscellaneous	<u>51</u>	<u>76.15</u>
	<u>130</u>	<u>\$338.50</u>

ANALYSIS OF HEATING PLANT EXPENSES
YEAR ENDED JUNE 30, 1943

Fuel, including freight and drayage	\$5,677.59
Hauling ashes	79.50
Insurance	42.23
Light and Power	394.95
Repairs	305.03
Supplies	9.44
Telephone	56.17
Wages	1,635.52
Water	76.34
	<u>\$8,276.77</u>

Distribution of Heating Plant Expense

Heating Physical Plant	\$ 4,138.38
Heating Dormitories	4,138.39
	<u>\$8,276.77</u>

ANALYSIS OF FARM SURPLUS ACCOUNT
YEAR ENDED JUNE 30, 1943

EAST BERLIN FARM

Surplus, July 1, 1942	\$618.19
Add, Net Profit for Current Year	<u>366.08</u>
Surplus, June 30, 1943	\$984.27

SHIREMANSTOWN FARM

Deficit July 1, 1942	\$494.72
Add, Net Loss for Current Year	<u>36.49</u>
Deficit, June 30, 1943	<u>531.21</u>
Total Farm Surplus June 30, 1943, Exhibit A, Section V	\$ 453.06

FARM REPORT, YEAR ENDED JUNE 30, 1943
EAST BERLIN FARM

INCOME

1942

July 18 W. Denton Myers:

43 bu. 20 lbs. wheat @ .75	\$32.50
76 bu. 75 lbs. barley @ .52	39.80
103 bu. 35 lbs. wheat @ .74	76.65
44 bu. 20 lbs. wheat @ .73	32.36
203 bu. 12 lbs. corn @ .83	169.48
146 bu. 48 lbs. corn @ .95	139.51
106 bu. 39 lbs. corn @ .95	101.36
132 bu. 40 lb. wheat @ 1.05	139.30
1943 65 bu. oats @ .60	39.00
Mar. 31 U. S. Government--Parity Payment	<u>131.91</u>
Total Income	\$901.87

EXPENSES

1942

July 18 W. Denton Myers:

2 Tons fertilizer 2-9-5 @26.90 less 1/10	48.42
1 1/2 bu. timothy seed @2.60	3.90
2 Tons fertilizer @26.90 less 1/10	48.42
1 1/2 bu. clover seed @10.00	15.00
1 beg lime	.35
1 1/2 ton fertilizer @27.40	41.10
15 bu. seed oats @.80	12.00
5 bbls. cement @2.50	12.50
2 Tons fertilizer 2-9-5 @29.65	59.30
2 Tons fertilizer 2-9-5 @29.65	59.30
1 1/2 bu. timothy seed @3.50	5.25
2 Tons fertilizer 2-9-5 @30.75	61.50
1 bu. clover seed @16.00	16.00
1/2 bu. clover seed @16.00	8.00

Aug. 2 Mummasburg Mutual Fire Protective Society--
Fire insurance

27.98

Sep. 4 Roy C. Garber--School Tax 1942

59.14

Oct. 16 East Berlin Milling Company:

30 bu. seed wheat @1.39 \$41.70

1943 28 bu. seed wheat @1.26 Credit 35.80

5.90

Mar. 26 Harry A. Lauchman--Concreting cow stable

5.10

May 13 Roy C. Garber--Road, County and Poor Tax

38.13

May 28 Harry Sinner--Wire and staples

8.50

Total Expenses

\$535.79

Net Gain before depreciation

\$366.08

FARM REPORT, YEAR ENDED JUNE 30, 1943
SHIREMANSTOWN FARM

INCOME

1942

July 27 Frank Eberly--198 bu. 22 lbs. barley @ .60	\$119.08
Aug. 31 W. W. Taylor--177 bu. 50 lbs. corn @ .70	124.40
133 bu. oats @ .35	46.55
59 bu. 16 lbs. corn @ .75	44.45
111 bu. 12 lbs. oats @ .35	38.97
Nov. 27 Frank Eberly--8,460 lbs. ear corn @ 1.00 cwt.	84.60
<u>1943</u>	
May 20 Frank Eberly--53,600 lbs. ear corn @ 1.50 cwt.	804.00
June 30 U. S. Government--Parity Payment	<u>94.19</u>
Total Income	\$1,356.24

EXPENSES

1942

July 10 J. Henderson Stock--Electrical Repairs	8.60
July 6 Annville National Bank--Interest on note	25.00
Aug. 2 Annville National Bank--Interest on note	25.00
Aug. 2 Countryman's Mutual Fire Insurance--Premium	4.84
Aug. 2 Annie G. Witter--State and County Tax	26.60
Aug. 31 W. W. Taylor--Hay	21.30
Seed corn	23.65
1/2 ton straw	5.00
hog trough	3.00
50 bu. seed wheat @ .72	36.00
30 bu. barley seed @ .65	19.50
6 loads hay @ 10.00	60.00
red clover	5.00
dynamite and labor	5.15
seed oats	12.00
Sep. 19 Annie G. Witter--1/2 school tax 1942	105.00
Sep. 25 Mutual Fire Insurance Company--Insurance	4.84
Sep. 28 W. W. Taylor--1/2 seed wheat	56.03
Oct. 3 Annville National Bank--Interest on note	25.00
Oct. 9 P. O. Sunday--14.7 fertilizer 4 tons 2/3 @ 31.30 less discount \$8.34	75.14
Oct. 31 Annville National Bank--Interest on note	25.00
Nov. 6 Frank Eberly--6 bu. seed barley @ .82	4.92
1/2 bu. timothy seed @ 3.50	1.75
cleaning and treating 32 32/60 bu. wheat	3.28
2 bu. timothy seed @ 3.50	7.00

1943

Jan. 4 Annville National Bank--Interest on note	25.00
Jan. 29 Annville National Bank--Interest on note	25.00
Feb. 5 W. E. Fisher & Son--Paint, shingles barn roof	506.52
Feb. 5 Parker Fisher--Painting and repairs	164.50
Feb. 11 W. E. Fisher & Son--Paint shingles	15.11
Apr. 9 Annville National Bank--Interest on note	25.00
Apr. 29 Annville National Bank--Interest on note	25.00
May 20 Frank Eberly--20 bu. seed oats @ .90 Total Expense	<u>18.00</u> \$1,392.73
Net Loss before depreciation	\$ 36.49

FUNDS FROM THE N. Y. A.
(Not taken into College Account)
YEAR ENDED JUNE 30, 1943

October	\$164.36
November	240.48
December	134.15
January	316.20
February	213.57
March	180.51
April	157.39
May	168.71
June	<u>86.65</u>
	<u>\$1,662.02</u>

Number of students helped - 31

AUDITING COMMITTEE REPORT

To the Board of Trustees of Lebanon Valley College:

Gentlemen:--As has been the case for a number of years past, your auditing committee secured the services of a certified public accountant to audit the accounts of S. H. Derickson, Treasurer of the College.

The audit was made by Charles E. Procasco, C.P.A., of Harrisburg.

We submit as our report his certification, which follows:

P. B. Gibble
M. R. Fleming
J. E. Oliver
Committee

REPORT OF THE AUDITOR

Board of Trustees,
Lebanon Valley College,
Annville, Pennsylvania.

Gentlemen:

I have made an examination of the accounts of Lebanon Valley College for the year ended June 30, 1943, also the balance sheet, statement of income and expenses and relative statements included in the foregoing report of your Finance Committee.

In connection therewith, cash receipts and disbursements for all funds were audited and cash balances confirmed. Notes and accounts receivable were not confirmed but verified, and are shown at book values, with adequate reserve provisions for uncollectability of the latter. Plant additions were determined to be proper capital charges.

Investments were examined or otherwise accounted for. Acquisitions to June 30, 1942 are stated in the aggregate at an amount equivalent to the book value of the funds which they represent. Pursuant to Finance Committee action, securities purchased subsequent to June 30, 1942 are shown at cost. By similar action, securities sold within the current year were credited to the investment account at book values. A decline in the endowment fund of \$119,603.08 resulted from these transactions.

Notes payable were confirmed and all other ascertainable liabilities computed and included in the accompanying balance sheet.

In addition thereto, I made a review of the accounting procedures of the College and examined or tested accounting records and other supporting evidence by methods and to the extent deemed appropriate, but did not make a detailed audit of the transactions.

In my opinion, the accompanying balance sheet, statement of income and expenses and relative statements, present fairly the financial position of Lebanon Valley College at June 30, 1943, and the results of its operation for the year ended that date, in accordance with accepted principles of accounting applied on a basis consistent with that of the preceding year.

Respectfully submitted,

C. E. Procasco,
Certified Public Accountant

Harrisburg, Pennsylvania
September 30, 1943

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